

2016 GASB 62 Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements Questionnaire — Preview

Introduction

Thank you for taking time to complete this survey, which pertains to the following GASB statement: Governmental Accounting Standard Board (GASB) Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* (only certain topics are included).

Agency management is responsible for ensuring proper accounting and reporting of the activities below under GASB 62:

- the debtor and creditor for a troubled debt restructuring,
- foreign currency transactions
- investments in common stock
- research and development arrangements
- broadcasters
- cable television system operators
- insurance entities (other than public entity risk pools)
- lending activities
- mortgage banking activity

Agencies must analyze their operations for these items at least annually and, if applicable, follow the requirements located in the **General Accounting** tab, in the **Specialized Accounting** left navigation pane, or contact your [financial reporting analyst](#).

Submission of this questionnaire serves as an “Acknowledgement of Review” of the agency’s operations for potential activities above.

Note: Answers cannot be changed once a user clicks the **Submit** button at the end of the survey.

The GASB website contains the full text of GASB 62.

(On the GASB website, click “Accept” to agree to the GASB terms and conditions to view the statement.)

Please submit responses to this questionnaire by **Sept. 1, 2016**.

If you have any questions, please contact your [financial reporting analyst](#).

Agency Information:

Agency Name: _____ Agency Number: _____

Agency Contact:

Name: _____

Telephone: _____ Email: _____

Agency GASB 62 Contact (if different than Agency Contact):

Name: _____

Telephone: _____ Email: _____

Troubled Debt Restructuring (paragraphs 128-164)

Introduction

These paragraphs provide standards for accounting and financial reporting for the debtor and creditor of a troubled debt restructuring. These standards do not apply to:

- Accounting for allowances for uncollectibles
- Methods for estimating amounts of uncollectibles
- Governments who have filed for protection under Chapter 9 of the U.S. Bankruptcy Code

A restructuring of debt is a troubled debt restructuring if the creditor, for economic or legal reasons, grants a concession to the debtor that it would not otherwise consider.

- The concession either stems from an agreement between the creditor or debtor, or
- Imposed by law or a court

Examples:

- The creditor restructures the terms of a debt to reduce or defer cash payments required of the debtor in the near future to help the debtor attempt to improve its financial position and eventually be able to pay the creditor.
- The creditor accepts cash, other assets, or an equity interest in the debtor in satisfaction of the debt though the value received is less than the amount of the debt because the creditor concludes that this step will maximize recovery of its investment.

Answer the following questions regarding your agency, component unit or university:

1. Does the agency have any agreement, big or small, whereby it guarantees an obligation of another agency, governmental entity, non-profit organization, private entity or individual? Note that direct loan programs would not qualify if an agreement exists for repayment of the loan proceeds over a period of time.

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 2](#))

- 1a. Please describe the nature of the troubled debt restructuring.

Foreign Currency Transactions (paragraphs 165-172)

2. Does your agency have transactions denominated in a currency *other than* the U.S. dollar?

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 3](#))

2a. Do all of these foreign currency transactions pertain to hedges of net investments and foreign currency commitments?

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 3](#))

2b. Please describe the nature of these transactions.

Investments in Common Stock (paragraphs 202-210)

These paragraphs do **not** apply to common stock held by:

- Governmental external investment pools
- Defined benefit pension or other post-employment benefit plans
- 457 deferred compensation plans

3. Does your agency have any investments in common stock, excluding investments in joint ventures and component units (as provided in GASB 14)?

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 4](#))

3a. Please describe the investments.

Research and Development Arrangements (paragraphs 374-384)

4. Is your agency or university a party to a research and development (R&D) arrangement through which it can obtain the results of the R&D funded partially or entirely by non governmental entities? (This applies to whether the R&D is performed by your agency or university, the funding parties, or a third party).

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 5](#))

4a. Please provide up to two examples of your R&D arrangements. In each example, describe the nature of the R&D arrangement and your agency's obligation to the party funding the R&D.

Example 1: Nature of R&D arrangement:

Example 1: Your agency's obligation to party funding R&D

Example 2: Nature of R&D arrangement:

Example 2: Your agency's obligation to party funding R&D

Broadcasters (paragraphs 385-388)

5. Does your agency have any broadcast license agreements with any outside entities?

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 6](#))

5a. Does the agreement involve.....

Select only one answer.

- ☐ Cash sales
- ☐ Barter transactions
- ☐ Both cash sales and barter transactions

5b. Please describe the nature of the license agreements.

5c. Is your agency affiliated with a network under a network affiliation agreement?

Select only one answer.

- ☐ Yes
- ☐ No

Cable Television Systems (paragraphs 389-399)

6. Does your agency operate any cable television systems?

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 7](#))

6a. Briefly describe your cable television operation.

Insurance Entities – Other Than Public Entity Risk Pools (paragraphs 400-430)

Insurance entities – Other Than Public Entity Risk Pools include underwriters of short-duration insurance contracts that provide coverage for retiree healthcare and other post-employment benefits of state and local governments.

Short-duration insurance contracts are those that provide insurance protection for a fixed period and short period of time, enabling the insurer to cancel the contract or to adjust the provisions of the contract at the end of any contract period.

Examples:

- Property and liability insurance contracts
- Workers' compensation programs and certain government credit enhancement and mortgage guaranty contracts
- Shortduration accident and health insurance contracts

7. Other than public entity risk pools, does your agency have any short-duration insurance contracts that would apply?

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 8](#))

7a. Briefly describe these contacts.

Lending Activities (paragraphs 431-451)

Lending activities relate to a government acquiring a loan by lending (originating the loan) or by purchasing (acquiring a loan from a party other than the borrower).

Lending activities include lending, committing to lend, refinancing or restructuring loans, arranging standby letters of credit and leasing activities.

8. Does your agency engage in lending activities?

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to question 9](#))

8a. Please describe type of lending activities.

Mortgage Bank Activity (paragraphs 452-475)

Mortgage banking is an activity that is engaged primarily in originating, marketing, and **servicing** real estate mortgage loans for other than its own account. Mortgage banking activities, as local representatives of institutional lenders, act as correspondents between lenders and borrowers

Mortgage loan **servicing** includes collecting monthly mortgagor payments, forwarding payments and related accounting reports to investors, collecting escrow deposits for the payment of mortgagor property taxes and insurance, and paying insurance from escrow resources when due.

9. Does your agency engage in mortgage banking?

Select only one answer.

- ☐ Yes
- ☐ No ([Skip to end of questionnaire](#))

9a. What kind of mortgage loan servicing do you provide?

Thank you for your time.

Please click ***Submit***.

Note: This questionnaire will not be marked complete unless you press the ***submit*** button below.
